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September 12, 2008

Gary K. Dillard  
Executive Vice President  
Millennium Energy, Inc.  
P. O. Box 1118  
Bowling Green, KY 42102

CERTIFICATE OF SERVICE

RE: Case No. 2008-00347  
Millennium Energy, Inc.

I, Stephanie Stumbo, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on September 12, 2008.

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Executive Director

SS/rg  
Enclosure

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF GAS COST )  
ADJUSTMENT FILING OF ) CASE NO. 2008-00347  
MILLENNIUM ENERGY, INC. )

ORDER

On December 2, 1999, in Case No. 1999-00312, the Commission approved rates for Millennium Energy, Inc. ("Millennium") and provided for their further adjustment in accordance with Millennium's Gas Cost Adjustment ("GCA") clause.<sup>1</sup>

On August 25, 2008, Millennium filed its proposed GCA to be effective October 1, 2008.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Millennium's notice includes revised rates designed to pass on to its customers its expected change in gas costs.
2. Millennium's notice sets out an Expected Gas Cost ("EGC") of \$8.1088 per Mcf, which is a decrease of \$4.4013 per Mcf from its previous EGC of \$12.5101.
3. Millennium's notice sets out no Refund Adjustment.

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<sup>1</sup> Case No. 1999-00312, Petition of Millennium Energy, Inc. for Approval of an Initial Rate Schedule for Serving Customers from an Existing Gas Supply Line.

4. Millennium's notice sets a current quarter Actual Adjustment ("AA") of \$.4784 per Mcf. Millennium's total AA is \$1.5557 per Mcf, which is \$.1101 per Mcf more than the previous total AA.

5. Millennium's notice sets out a current quarter Balance Adjustment ("BA") of \$.0475 per Mcf. Millennium's total BA is \$.0879 per Mcf, which is \$.0491 per Mcf more than the previous total BA.

6. Millennium's Gas Cost Recovery Rate is \$9.7524 per Mcf, which is \$4.2421 per Mcf less than the previous rate of \$13.9945.

7. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for service rendered by Millennium on and after October 1, 2008.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are approved for service rendered on and after October 1, 2008.

2. Within 20 days of the date of this Order, Millennium shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 12th day of September, 2008.

By the Commission

ATTEST:

  
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2008-00347 DATED SEPTEMBER 12, 2008

The following rates and charges are prescribed for the customers served by Millennium Energy, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Residential

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Customer Charge	\$6.00		\$6.00
All Mcf	\$4.00	\$9.7524	\$13.7524

Commercial and Industrial

Customer Charge	\$20.00		\$20.00
All Mcf	\$ 3.00	\$9.7524	\$12.7524